Sectt. II.27—45,000—15-11-36.

P W (1937) Department

MS SERIES.

G.O. No. 867

DATED 5-4-38

M

[Despatch Abstract.]

ELECTRICITY - Mangalore electric licence - Accounts for 1937-38 recorded with remarks.

C.F. 30.

ELECTRICITY DEPARTMENT.

Received ..... 19 *Registered* 94 2 19

Subject:

Mangalore Electric Licence - Accounts for 1937-38.

ENCLOSURES.
No.
Spare copies

No. 19250 G/38-3

Station Chepauk, Madras *Dated the* 4th March 1939.

From (Name) Sir Henry Howard,

(Designation) Chief Engineer for Electricity.

To The Secretary to the Government of Madras,

PUBLIC WORKS Department.

Sir,

I forward herewith a copy of the accounts of the Mangalore Electric Supply Company, Ltd., for the year ended 31st March 1938 together with a copy of the audit report and a copy of the Directors' Annual Report. The accounts have been scrutinized and the following remarks are submitted: -

The accounts under review relate to the fifth year of operation of the undertaking. The technical working is satisfactory; but the financial position continues to be embarrassing with an accumulated deficit of nearly 1.8 lakhs in

in spite of the small revenue surplus of Rs.14,845/- in the Revenue account for the first time in the life of ~~the~~ this undertaking.

No. II - Statement of Loan Capital:

The total amount of borrowing powers of the licensee is Rs.2,75,000/- as per G.O.No. 2825 W. dated 28th December 1934. This should be filled up in the statement.

(R)

No. IV - Revenue Account:

The proportion of the salaries of engineers, superintendents and officers debited to the three sub-heads, Generation, Distribution and Management works out to 58.5, 16.5 and 25 per cent. respectively in spite of the instructions of Government in G.O. No. 625 Electricity, dated 23rd March 1937. The licensees may be advised to strictly follow the instructions with regard to the allocation of the salaries.

General:

Against a gross revenue of Rs.142,850/-, an expenditure of Rs.48,793/- has been incurred as establishment and management salaries. The position is better than the previous year but is not satisfactory enough.

Chief Engineer for Electricity.

Enc.
1 Copy of accounts
1 " audit report &
1 " Directors' Annual Report.

R: PSN

LOVELOCK & LEWES,
CHARTERED ACCOUNTANTS.

REGISTERED ACCOUNTANTS UNDER THE INDIAN COMPANIES ACTS.

TELEGRAPHIC ADDRESS:- "VELOX" CALCUTTA.
TELEPHONE No. 750 (2 LINES).
BENTLEY'S CODE

4, Lyons Range,
Calcutta.

17th September, 1938.

The Secretary to the Government of Madras,
Public Works and Labour Department,
MADRAS.

Dear Sir:

We have examined the Statement of Share Capital Appropriation and Forms numbered II, III, IV, V, VI, VII and VIII, which relate to the Accounts of the Mangalore Electric Supply Company Limited, with the books and vouchers for the year ended 31st March, 1938.

SERVICE CONNECTIONS:-

In order to comply with the instructions contained in G.O. No.2732W dated 13th December, 1934, an adjustment, calculated as shown below, has been made in the published Accounts so that the Statements may be drawn up to meet the requirements of the Government Order as near as is possible.

Service Connection Receipts for the year ended 31st March, 1938 (credited to Revenue Account for the year ended 31st March, 1938)	Rs.4,649.12.3

On the assumption that consumers have been charged at cost plus the maximum of 15% for supervision, the cost to the Company of the Service Connections paid for by consumers during the year ended 31st March, 1938, would be Rs.4,649.12.3 x $\frac{100}{115}$ = Rs.4,043.4.5

The amount shown by the published Accounts as additions during the year to Service Connections (Capital), has therefore been reduced as at 31st March, 1938, by Rs.4,043.4.5 by debit to Revenue Account.

It is to be noted that the amount of depreciation written off Service Connections has not been reduced to correspond with the reduction in the Capital Account.

(25) 4

For your information we enclose a copy of the published Accounts of the Mangalore Electric Supply Company Limited for the year ended 31st March, 1938.

Subject to the above remarks, we find that the Accounts have been properly maintained in the Forms referred to in Rule 36(3) of the Indian Electricity Rules of 1937, and we are satisfied that only those items which properly belong to the Capital Account have been debited thereto, and nothing has been charged to the Revenue Account which may properly be debited to Capital Account.

Yours faithfully,

Lowlock Lewis

Form of Accounts prescribed under the In

[See Section II of the Act an

Mang

The Mangalore E

For the year ended

No. I.—Statement of Share Capital appropriated for the purposes of the und

Description of Capital.	Authorised by	No. of shares ~~issued~~ Subscribed.	Nominal amount of share.	Called u
100000 Shares of Rs 10/- each	Memorandum of Association.	56000	Rs 10/-	Rs 1

No. II.—Statement of Loan Capital appropriated for the purposes of the un

Description of Loan.	Amounts Borrowed.		
	At per cent.	At per cent.	At per cent.
First Mortgage Debentures	5%		

In terms of our letter of even date.

Lowlock Mehra

Chartered Accountants.

Registered Accountants.

Calcutta,

17th September 1938

an Electricity Act, 1910, for Companies.

RULE 36 (3) OF THE RULES.]

ELECTRIC LICENCE.

Company, Limited.

'st ~~December~~ March 1938..

aking authorised by the above mentioned licence at the end of the year.

ıer share.	Total paid-up.	Issued not paid-up.	Remaining unissued.	Total amount authorised
	Rs 560000/-		44000	Rs 1000000/-

aking authorised by the above mentioned licence at the end of the year.

Total.	Remaining borrowing powers.	Total amount of borrowing powers.	
Rs 275000/-			

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director
Managing Agents.

No. III.—CAPIT

Dr. *For the year ending*

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure 31st ~~Dec.~~ March 1938
1. To preliminary expenses (to be specified):—			
2. To lands including law charges incidental to acquisition	11289-6-6	— " —	11289-6-6
3. To buildings	153824-10-0	— " —	153824-10-0
4. To plant	239139-12-8	16-1-—	239155-12-8
5. To mains	232205-9-3	12980-2-6	245185-11-9
6. To service connections	15831-3-5	2444-3-2	18275-6-7
7. To transformers, etc.	42456-4-1	785-1-10	43241-4-1
8. To meters, Indicators, Electrical Instruments and ~~fees for certifying under the Act~~ ...	33791-12-7	2096-2-0	35887-14-7
9. To general stores			
10. To special items (to be specified):—			
Public lamps	10404-2-10	363-15-6	10768-2-4
Loose and fixed tools	12781-9-3	18-13-6	12800-6-9
Furniture and fittings	3039-1-5	3-12-7	2877-14-0
Motor Car and cycles	5652-7-0	-465-"	5652-7-0
~~Oil store tank ... ...~~			
Total expenditure ...	760716-15-0	18243-2-1	778959-1-1
To balance of Capital Account			56115-14-11
			835075-0-0

In terms of our letter of even date.

Chartered Accountants.

Registered Accountants.

Calcutta.
17th September 1938

AL ACCOUNT.

31st ~~December~~ March, 1938

Cr.

	Receipts up to end of previous year.	Received during the year.	Total receipts 31st ~~Dec.~~ March 1938.
By ordinary shares of Rs.10/- each fully paid in cash.	560000-1-1		560000-1-1
Ditto			
By preference shares of			
By debenture stock			
By mortgages ~~and bonds~~ 1st Debenture	275000-1-1		275000-1-1
By amounts received in anticipation of calls			
By other receipts (to be specified)	75-1-1		75-1-1
Forfeited Shares.			
N.B.			
Capital Expenditure on Service connections as per published accounts Rs.46517-4-7			
Less: Transferred to Revenue from 1933. to date as per G.O. No. 2732 of 18/24 Rs.28241-14-0			
Capital Expenditure on Service connections as per Statutory A/c. Rs.18275-6-7			
	835075-1-1		835075-
			835075-

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.
Managing Agents.
Director

Dr. *For the year endin*

	A.—Generation.		
1.	To fuel	21080-8-0	
2.	To oil, waste, water and engine-room stores	5695-0-3	
3.	To proportion of salaries of engineers, superintendents and officers	8993-1-2	
4.	To wages and gratuities	3288-3-9	
5.	To repairs and maintenance as follows:—		
	Buildings	84-3-6	
	Plant	2104-6-7	
6.	Proportion of provident Fund contributions	940-3-0	
7.	To special items (to be specified)		
	Proportion of Resident Engineer's commission	471-0-0	42656-10-3
	B.—Distribution.		
1.	To proportion of salaries of engineers, superintendents and officers	2552-2-11	
2.	To wages and gratuities	2929-11-0	
3.	To repairs, maintenance and renewals of mains	1658-8-1	
4.	To repairs, maintenance and renewals of transformers, etc. ...	289-8-8	
5.	To repairs, maintenance and renewals of meters, switches, cut-outs and other apparatus on consumers' premises ...	1561-0-3	
6.	To repairs and maintenance of station lighting	89-4-2	
7.	To repairs and maintenance of house services	993-10-7	
8.	To repairs and maintenance of fans and motors		
9.	To repairs and maintenance of instruments and tools ...	244-5-10	
10.	To proportion of provident fund contributions	266-11-"	
11.	To proportion of Resident Engineer's commission	471-"-"	
12.	To proportion of Motor car Maintenance	885-8-11	
			11941-2-5
	C.—Public Lamps.		
1.	To attendance and repairs	1276-8-3	
2.	To renewals, etc.	1362-1-0	
			2638-9-3
	D.—Rents, rates and taxes.		
1.	To rents payable		
2.	To rates and taxes		2743-2-2
	Carried Over.		5-9979-8-1

NUE ACCOUNT.

31st March 1938 Cr.

1. By sale of energy for lighting purposes	71833-11-8		
2. By sale of energy for power purposes	32208-15-5		
3. By sale of energy under special contracts	5725-9-"		
4. By public lighting	13850-11-"		
" Bazar Lighting. " " "	8563-1-3		
		132182-0-4	
5. By rental of meters and other apparatus on consumers' premises	7247-13-"		
6. By rental of House Services ~~receivable~~	1275-8-"		
7. By transfer fees	4-"-"		
8. By service connections	4649-12-3		
9. By miscellaneous receipts ~~from consumers~~	1114-15-2		
10. By other items (to be specified)			
Sundry Sales. " " "	419-3-9	14711-4-2	

146893 - 4 6
4043 - 4 3
14285 0 . 0 1

Carried Over. 146893-4-6

Brought Forward...

E.—Management expenses.

1.	To Directors' remuneration		
	To Managing Agents commissio		
2.	To ~~management~~ ... do ... Remunera		
3.	To general establishment charges ...		
	proportion of Salaries of Engineer		
4.	To Auditors of Company ... ... & offices ...	3850 - " - "	
		300 - . - .	
5.	To Auditor appointed under the provisions of the Act ...	50 - . - .	
	" Proportion of Motor Car Maintenance "	295 - 3 - "	
	" Share of Managing Agents Technical Staff Salaries. "	4316 - 14 - "	
			28969 - . - 5

F.—Law charges.

To Law expenses		322 - 8 - .

G.—Depreciation.

1.	To ~~depreciation in respect of leasehold works~~	
2.	To depreciation in respect of buildings	3953 - 10 - 6
3.	To depreciation on plant	14363 - 14 - 11
4.	To depreciation on mains	5805 - 2 - 3
5.	To depreciation on transformers, etc.	3184 - 3 - 6
6.	To depreciation on meters	2534 - 6 - 2
7.	To depreciation on ~~general stores~~ Share plant	291 - 8 - .
8.	To depreciation in respect of any other items, to be specified	
	Depreciation on House Services	2001 - 7 - 10
	Depreciation on Public Lamps.	260 - 1 - 8
	Depreciation on Motor car + cycles	1136 - 2 - .
	Depreciation on Loose and Fixed Tools	1483 - 6 - 5
	Depreciation on Furniture + Fittings.	333 - 14 - 6
		35347 - 13 - 9

H.—Special charges.

To Special items (to be specified)		
Insurance . " " "	2828 - 11 - 5	
Service connections . " " "	4043 - 4 - 5	
		6871 - 15 - 10
Leave and Pensionary charges		
To Passage + Furlough allowance for "		557 - 1 - 6
Resident Engineer. Total expenditure		
Balance carried to net revenue		14845 - 4 - 11
		146893 - 4 - 2

In terms of our letter of even date.

Chartered Accountants.

Registered Accountants

Calcutta,
19th September 1938

E ACCOUNT—*contd.* Cr.

Brought Forward.		146893-4-6

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director
Managing Agents.

146893-4.

Dr. **V.—NET REVI**

	To Balance from last account.	174805-7-1
1.	To interest on debentures accrued due to date	13750-0-0
2.	~~To interest on mortgages and bonds accrued due to date~~	
3.	To interest on temporary loans accrued due to date	4672-2-7
4.	~~To dividend on preference stock~~	
5.	~~To Income-tax paid~~	
6.	~~To balance applicable to Dividend on ordinary stock or shares~~	
	To Interest on Security Deposits	961-15-2
	" Debenture Trustees Fees	360-0-0
		194489-9-7

Net 19684-1-9 / 4818 / Net'ces 14866-1-9 / 4839 / Bal 194489-9-7

Dr. **VI.—RESERVE I**

1.	Amount paid out (items to be specified)	
2.	Amount of balance to next Account	Nil

Net for

Interest - 13750 / 4672 / 962 / 19384

Dr. **VII.—DEPRECIATIC**

	To balance	119717-0-8
		119717-0-8

Only the depreciation provided on the Assets included in Statement no III has been carried to the credit of this account. The value of Spare Gear has been included in the General Balance Sheet after deduction of Rs 291-8-0 depreciation charged in Revenue account G.7.

In terms of our letter of even date.

Lowndes Lowndes

Chartered Accountants.

Registered Accountants.

Calcutta, 17th September 1938.

)E ACCOUNT. Cr.

By balance from last account		
ess Dividend paid		
y Amount carried to Reserve Fund ...		
		14845-4-11
By balance brought from revenue account (No. IV)		15-1-1
By interest on ~~money at deposit~~ Investment.		
11 Balance transferred to General Balance Sheet.		179629-4-8
	Rs	194489-9-7

~~D~~ ACCOUNT. Cr.

By balance brought from last account	
By amount brought from net revenue account	
By interest on amount invested	
escription of investments to be specified)	

~~UND~~ ACCOUNT. C

By balance from last account	84660-10-11
~~By interest on investments~~	
By amount brought from revenue account (see No. IV—G.)	35056-5-9
~~escription of investments to be specified)~~	

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.
Director
Managing Agents.

119717-0-8

LIABILITIES.

1.	To capital account: amount received as per Account No. III	835075-0-0
2.	To sundry creditors due on construction of plant and machinery, fuel, stores, etc.	3278-5-5
3.	To sundry creditors ~~on open accounts~~ for expenses	12048-14-1
4.	To ~~net revenue account: balance at credit thereof~~	
5.	To ~~reserve fund account: balance at credit thereof~~	
6.	To depreciation ~~fund~~ account	119717-0-8
7.	To special items (to be specified)	
	Security deposits " " " "	21871-4-0
	Interest on Security deposits " "	961-15-2
	Imperial Bank of India, Calcutta ... "	24510-13-8
	Sterling Bill Payable. " "	65641-0-0

In terms of our letter of even date.

Calcutta,
17th September 1938

Chartered Accountants.
Registered Accountants.

TOTAL ... 1082604-6-1

BALANCE SHEET. 10 Cr.

ASSETS.

By capital account: amount expended for works as per account No. III	778959 - 1 - 1
By stores on hand	17877 - 6 - 11
By sundry debtors " " " " " "	11368 - 6 - •
By preliminary expenses awaiting adjustment Share Gear,	1569 5 - 14 - 11
By securities as held (cost price) Expenditure during construction including Brokerage + commission	65585 - 12 - 0
By special items (to be specified)	500 - " - •
By cash at Bankers	8869 - 14 - 3
By cash on hand	2294 - 5 - 11
" Development Expenses. " " "	4540 - 12 - 5
" Expenses paid in advance." " "	635 - 7 - 6
" Expenditure on Debenture Issue " " "	6648 - 0 - 8
" Nett Revenue Account: balance at Debit thereof	179629 - 4 - 8

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.
Director
Managing Agents.

TOTAL ... 1082604 - 6 - 7

3

The Mangalore Electric Supply Company, LIMITED.

Registered 28th October, 1930.

REPORT

BY THE

DIRECTORS

For the year ended 31st March, 1938.

Calcutta

1938

The Mangalore Electric Supply Company, LIMITED.

AUTHORISED CAPITAL

Rs. 10,00,000 in 100,000 Shares of Rs. 10 each.

Board of Directors:

M. VENKATESH PAI.
H. P. SUTCLIFFE.
W. H. BRAMWELL.
J. McFARLANE.

Auditors:

LOVELOCK & LEWES.

Bankers:

IMPERIAL BANK OF INDIA.

Solicitors:

SANDERSONS & MORGANS.

Managing Agents:

OCTAVIUS STEEL & CO., LTD.

Registered Office:

CALCUTTA.

The Mangalore Electric Supply Company, LIMITED.

NOTICE.

THE Seventh Annual Ordinary General Meeting of the Shareholders will be held at the Registered Office of the Company, No. 14, Old Court House Street, Calcutta, on Wednesday, the 17th day of August, 1938, at 4-0 P.M., for the following purposes :—

(1) To receive and pass the Directors' Report and the audited Accounts for the year ended 31st March, 1938.

(2) To elect a Director in place of the retiring Director.

(3) To elect Auditors for the ensuing year, and to fix their remuneration.

(4) To transact any other business that may be brought forward.

The Share Transfer Books of the Company will be closed from 4th August, 1938, to 17th August, 1938, both days inclusive.

OCTAVIUS STEEL & CO., LTD.,
T. H. L. BROWN,
Managing Director,
Managing Agents.

CALCUTTA, 23rd July, 1938.

The Mangalore Electric Supply Company,

LIMITED.

REPORT BY THE DIRECTORS

For the year ended 31st March, 1938.

THE Directors beg to submit their Report and the audited Accounts for the year ended 31st March, 1938.

Accounts.—The Revenue Account shows a surplus of Rs. 13,254-7-7, but after adding Rs. 15 being Dividend on Investments and deducting :—

Debenture Interest ...	...	Rs.	13,750	0 0
Debenture Trustees' Fees ...	...	,,	300	0 0
Total	...	Rs.	14,050	0 0

there is a loss for the year of Rs. 780-8-5 which increases the balance to be carried forward at debit of Profit and Loss Account to Rs. 1,51,387-6-8.

Progress.—During the year the supply of current for all purposes has shown a satisfactory increase and the indications are that steady progress will be continued.

The number of consumers supplied with energy under the special tariff for bazaar lighting has grown considerably, the figure having increased to 429 at the date of this Report in comparison with 378 as at 31st March, 1938, and 111 as at 31st March, 1937.

The proposed Co-operative Marketing Association for dealing with the product of the local Tile Factories did not materialise, but a better state of affairs has prevailed in the market for tiles owing to the reduction of stocks in Bombay and other centres. There are fair prospects of an increase in the Company's load on account of this industry.

The Engineering Works referred to in our last Report now is permanently connected to the Company's System.

The following table shows the number of consumers connected and the connected load as at 31st March, 1938, and at 31st March, 1937 :—

	Number of Consumers.		Connected Load in K.W.	
	At 31-3-38.	At 31-3-37.	At 31-3-38.	At 31-3-37
Domestic ...	883	813	656	611
Industrial ...	80	74	962	756
Bazaar ...	378	111	18	5
Street Lighting ...	...	...	31	28
	1,341	998	1,667	1,400

The supply of electricity has been satisfactorily maintained and the following figures show the number of units sold each month during the past three years :—

	Units Sold.		
	1935-36.	1936-37.	1937-38.
April	40,375	43,659	53,464
May	41,573	45,932	57,332
June	34,488	35,960	47,367
July	31,599	36,190	45,253
August	26,174	43,832	48,414
September	33,619	44,355	51,519
October	40,995	50,891	57,281
November	45,405	60,646	66,186
December	50,409	57,428	69,023
January	54,199	61,494	71,884
February	61,654	57,375	63,720
March	56,671	53,810	77,929
	517,161	591,572	709,372

Local Management.—Mr. A. V. Ramasawmi left the Company's service in October, 1937, to take up another appointment and Mr. S. S. Rao was appointed in his place.

Directorate.—In April, 1938, Mr. W. H. Bramwell joined the Board as a substitute Director for Mr. E. J. Warren who had proceeded on leave and in the same month Mr. C. C. T. Eastgate resigned his seat on his retirement from India.

In accordance with the Articles of Association Mr. H. P. Sutcliffe retires at this time but, being eligible, offers himself for re-election.

Auditors.—Messrs. Lovelock & Lewes retire and offer themselves for re-election.

M. VENKATESH PAI,
H. P. SUTCLIFFE,
W. H. BRAMWELL,
J. McFARLANE,
} Directors.

OCTAVIUS STEEL & CO., LTD.,
T. H. L. BROWN,
Managing Director,
Managing Agents.

CALCUTTA, 23rd July, 1938.

STATEMENT OF ACCOUNT

The Mangalore Electric Supply

BALANCE SHEET

CAPITAL AND LIABILITIES.	Rs. As. P.	Rs. As. P.
CAPITAL—		
Authorised—		
100,000 Shares of Rs. 10 each	10,00,000 0 0	
Issued—		
70,000 Shares of Rs. 10 each	7,00,000 0 0	
Subscribed—		
56,000 Shares of Rs. 10 each fully paid in cash	.....	5,60,000 0 0
FORFEITED SHARES (amount paid up)	.....	75 0 0
5% MORTGAGE DEBENTURES—		
Secured on the undertaking of the Company ...	.....	2,75,000 0 0
LOANS—		
Unsecured—		
Loan from Imperial Bank of India, Calcutta (Guaranteed by the Managing Agents) ...	.....	24,510 13 8
DEPOSITS—		
Consumers' Security Deposits	21,371 4 0	
Interest on Security Deposits	961 15 2	
Temporary Deposits Account— Temporary Connection	545 0 0	22,878 3 2
LIABILITIES—		
For Goods	3,278 5 5	
,, Expenses	11,503 14 11	
,, Acceptances	65,641 0 6	80,423 4 10
Carried over ...	.....	9,62,887 5 8

Company, Limited.

as at 31st March, 1938.

PROPERTY AND ASSETS.	Rs. As. P.	Rs. As. P.
CAPITAL EXPENDITURE—		
As per attached Schedule—		
Expenditure to 31st March, 1937	7,26,450 11 4	
Add—Expenditure during the year	16,245 1 5	
	7,42,695 12 9	
Less—Sales during the year	465 0 0	
	7,42,230 12 9	
Less—Depreciation to 31st March, 1938 ...	1,04,000 7 11	
		6,38,230 4 10
HOUSE SERVICES—		
Expenditure to 31st March, 1937	40,029 13 0	
Add—Expenditure during the year	6,487 7 7	
	46,517 4 7	
Less—Depreciation to 31st March, 1938 ...	5,627 6 4	
		40,889 14 3
LOOSE AND FIXED TOOLS—		
Expenditure to 31st March, 1937	12,781 9 3	
Add—Expenditure during the year	18 13 6	
	12,800 6 9	
Less—Depreciation to 31st March, 1938 ...	5,806 12 11	
		6,993 9 10
MOTOR CAR AND CYCLES—		
Expenditure to 31st March, 1937	5,652 7 0	
Less—Depreciation to 31st March, 1938 ...	4,282 5 6	
		1,370 1 6
EXPENDITURE DURING CONSTRUCTION	.....	47,400 12 2
BROKERAGE AND COMMISSION	.....	1,847 8 0
PRELIMINARY EXPENSES	.....	6,337 7 10
EXPENSES OF DEBENTURE ISSUE	.....	6,648 0 8
Carried over ...	.....	7,49,717 11 1

2444

BALANCE SHEET

CAPITAL AND LIABILITIES—contd.	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	9,62,887 5 8
TOTAL Rs. ...	.....	9,62,887 5 8

Auditors' Report to the Shareholders.

WE report that we have audited the Balance Sheet of THE MANGALORE ELECTRIC SUPPLY COMPANY, LIMITED, as at 31st March, 1938, and above set forth, and the annexed Revenue and Profit and Loss Accounts for the year ended 31st March, 1938. with the Books and Accounts as kept in Calcutta, in which are incorporated the certified returns from Mangalore and have obtained all the information and explanations we have required. In our opinion such Balance Sheet and Revenue and Profit and Loss Accounts are drawn up in conformity with the law and the Balance Sheet exhibits a true and correct view of the state of the Company's affairs according to the best of our information and the explanations given to us and as shown by the books of the Company. In our opinion books of account have been kept as required by law.

LOVELOCK & LEWES,
Chartered Accountants,
Registered Accountants,
} Auditors.

CALCUTTA, 4th July, 1938.

Company, Limited.

as at 31st March, 1938.

PROPERTY AND ASSETS—contd.	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	7,49,717 11 1
DEVELOPMENT—		
Balance as per last Account	6,304 5 9	
Expenditure during the year	236 6 8	
	6,540 12 5	
Less—Recovered during the year	2,000 0 0	
		4,540 12 5
STORES—		
Oil Fuel	2,772 14 5	
Machinery Spares	11,368 6 0	
General Stores	15,104 8 6	
		29,245 12 11
BOOK DEBTS (considered good)—		
Partly secured by Security Deposits—		
Ordinary Consumers	12,887 4 5	
Unsecured—		
Mangalore Municipality	914 0 2	
Sundries	1,894 10 4	
		15,695 14 11
ADVANCE PAYMENTS	.....	635 7 6
INVESTMENTS AT COST—		
5 Reserve Bank of India Shares of Rs. 100 each fully paid	.....	500 0 0
CASH—		
On Current Account with the Imperial Bank of India, Mangalore	8,869 14 3	
Cash in hand at Mangalore	2,294 5 11	
		11,164 4 2
PROFIT AND LOSS ACCOUNT	.. ...	1,51,387 6 8
TOTAL Rs. ...	.....	9,62,887 5 8

OCTAVIUS STEEL & CO., LTD.,
T. H. L. BROWN,
Managing Director,
Managing Agents.

M. VENKATESH PAI,
H. P. SUTCLIFFE,
W. H. BRAMWELL,
J. McFARLANE,
} Directors.

The Mangalore Electric Supply

Dr. REVENUE ACCOUNT

	Rs. As. P.	Rs. As. P
GENERATION.		
To Oil Fuel	21,080 8 0	
,, Lubricating Oil, Waste, Water and Engineering Stores	5,695 0 3	
,, Proportion of Salaries of Engineers and Officials	8,993 1 2	
,, Wages	3,288 3 9	
		39,056 13 2
,, Repairs and Maintenance—		
Buildings	84 3 6	
Plant	2,104 6 7	
		2,188 10 1
DISTRIBUTION.		
To Proportion of Salaries of Engineers and Officials	2,552 2 11	
,, Wages	2,929 11 0	
		5,481 13 11
,, Repairs and Maintenance—		
Mains	1,658 3 1	
Station Lighting	89 4 2	
Meters, Switches, etc.	1,561 0 3	
House Services	993 10 7	
Instruments and Tools	244 5 10	
Transformers	289 8 8	
		4,836 0 7
PUBLIC LAMPS.		
To Attendance and Repairs	1,276 8 3	
,, Renewals	1,362 1 0	
		2,638 9 3
CHARGES.		
To Rent and Taxes	.....	2,743 2 2
,, Management Expenses—		
Directors' Remuneration	1,600 0 0	
Managing Agents' Remuneration	9,000 0 0	
Managing Agents' Commission	697 10 3	
Engineers and Clerical Department Salaries ...	7,925 2 6	
Share of Managing Agents' Technical Staff Salaries	4,316 14 0	
Stationery and Printing	882 4 9	
Travelling Expenses	674 3 4	
Auditors' Remuneration	300 0 0	
General Charges	2,759 2 7	
Telephone	518 8 0	
		28,673 13 5
Carried over ...	.....	85,618 14 7

Company, Limited.

for the year ended 31st March, 1938. **Cr.**

	Rs. As. P.	Rs. As. P.
By Sale of Energy—		
Private Consumers for Lights and Fans ...	71,833 11 8	
Private Consumers for Power Purposes ...	32,208 15 5	
Special Contracts	5,725 9 0	
Public Lighting	13,850 11 0	
Bazaar Lighting	8,563 1 3	
		1,32,182 0 4
,, Rental of Meters	.....	7,247 13 0
,, Rental of House Services	1,275 8 0	
,, Sundry Sales	419 3 9	
,, House Services	4,649 12 3	
,, Miscellaneous Receipts	1,118 15 2	
		7,463 7 2
Carried over ...	.....	1,46,893 4 6

The Mangalore Electric Supply

Dr. REVENUE ACCOUNT

	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	85,618 14 7
To Special Charges—		
Insurance	2,828 11 5	
Motor Car Maintenance	1,180 11 11	
Resident Engineer's Commission	942 0 0	
Passage and Furlough Allowance	557 1 6	
Legal Expenses	322 8 0	
Interest	4,672 2 7	
		10,503 3 5
,, Interest on Security Deposits	.....	961 15 2
,, Provident Fund—		
Contribution for the year	.....	1,206 14 0
,, Depreciation—		
Buildings	3,953 10 6	
Machinery	17,548 2 5	
Mains	5,805 2 3	
House Services	2,001 7 10	
Public Lamps	260 1 8	
Meters, Indicators and Measuring Instruments	2,534 6 2	
Loose Tools and Fixed Tools	1,483 6 5	
Furniture and Fittings	333 14 6	
Motor Car and Cycles	1,136 2 0	
Spare Plant	291 8 0	
		35,347 13 9
,, Balance being Profit for the year carried to Profit and Loss Account	.....	13,254 7 7
Total Rs. ...	.....	1,46,893 4 6

Calcutta, 4th July, 1938.

Company, Limited.

for the year ended 31st March, 1938. **Cr.**

	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	1,46,893 4 6
TOTAL Rs. ...	.....	1,46,893 4 6

OCTAVIUS STEEL & CO., LTD.,
T. H. L. BROWN,
Managing Director,
Managing Agents.

M. VENKATESH PAI,
H. P. SUTCLIFFE,
W. H. BRAMWELL,
J. McFARLANE,
} Directors.

The Mangalore Electric Supply

Dr. PROFIT & LOSS ACCOUNT

	Rs. As. P.	Rs. As. P.
To Balance brought forward from last Account	.....	1,50,606 14 3
,, Debenture Interest	.....	13,750 0 0
,, Debenture Trustees' Fees	.....	300 0 0
Total Rs. ...	.....	1,64,656 14 3

Calcutta, 4th July, 1938.

Company, Limited.

for the year ended 31st March, 1938. **Cr.**

	Rs. As. P.	Rs. As. P.
By Dividend on Investments	.....	15 0 0
,, Revenue Account—Balance transferred ...	.....	13,254 7 7
,, Balance	.....	1,51,387 6 8
Total Rs. ...	.....	1,64,656 14 3

OCTAVIUS STEEL & CO., LTD.,
T. H. L. BROWN,
Managing Director,
Managing Agents.

M. VENKATESH PAI,
H. P. SUTCLIFFE,
W. H. BRAMWELL,
J. McFARLANE,
} Directors.

The Mangalore Electric Supply Company, Limited.

SCHEDULE OF CAPITAL EXPENDITURE.

	Expenditure to 31st March, 1937.	Expenditure during the year ended 31st March, 1938.	Sales during the year.	Depreciation to 31st March, 1938.	Nett Balance at 31st March, 1938.
	Rs. As. P.	Rs. As. P.	Rs. As. P.	Rs. As. P.	Rs. As. P.
Land	11,289 6 6	.....	.....	.....	11,289 6 6
Buildings	1,53,824 10 0	.....	.....	15,644 15 10	1,38,179 10 2
Machinery	2,81,596 0 9	801 0 10	.....	59,853 10 3	2,22,543 7 4
Mains	2,32,205 9 3	12,980 2 6	.....	19,189 12 9	2,25,995 15 0
Public Lamps	10,404 2 10	363 15 6	.....	800 11 3	9,967 7 1
Meters, Indicators and Measuring Instruments	33,791 12 7	2,096 2 0	.....	7,358 2 6	28,529 12 1
Furniture and Fittings	3,339 1 5	3 12 7	465 0 0	1,153 3 4	1,724 10 8
Total as per Balance Sheet at 31st March, 1938	7,26,450 11 4	16,245 1 5	465 0 0	1,04,000 7 11	6,38,230 4 10

5.4 / 574 Date. Initials.

DRAFT FOR APPROVAL.

39

C.F. 16.

	Date.	Initials.
When received for fair copying ..		
When copied ..		
When examined ..		
When signed ..		
When despatched.		

SUBJECT:— Electricity – Mangalore Electric Licence – Accounts for 1937-38. Recommended with remarks.

READ AGAIN _____, dated _____ 19____.

" " _____ " _____ 19____.

READ *ALSO*:—

No. _____ From the Messrs Lovelock & Lewis, No. – , dated 17-9-1938.

" 942/39 " ~~Director~~ Mangalore Electric Supply Co " 19280/E.36-3 & 4-3-1939.

" _____ " _____ " _____ 19____.

~~Resolution~~ Order ~~Rout.~~ Ms. No. 867 dated 5-4-1939.

Recd.

2. Statement No II – The authority under which the mortgage debentures for Rs 2,75,000 were issued – viz. G.O No 28257 d 28.12.36 should be quoted in this Statement

3. Statement No IV. The attention of the licensees and the auditors is invited to G.O No 625 E dated 23.3.37 and re: alteration of ~~scales~~ Salaries and they should follow the instructions.

deleted vide G.O.M. 1664 Ely 6.7.39

To

The Mangalore Electric Supply Co. Ltd. Cambatta

Messrs Lovelock & Lewis, Chartered Accountants, 4. Lyons Range Calcutta

The CE for Electricity (2 copies)

18.3.39

29.3.39

4/4

4/4

Sectt. II-15 (b)—15,000—15-11-35.

Received..... 193 *Registered*..... 193

Abstract.

ELECTRICITY - Mangalore Electric Licence - Accounts for 1937-38 - Recorded with remarks.

Public Works DEPARTMENT.

G.O. No. Ms.867 dated the 5th April 193 9

READ the following paper :—

ENCLOSURES.

No.

From Messrs. Lovelock and Lewes, dated 17th September 1938

From Mangalore Electric Supply Company, No.19250/C-38-3, dated the 4th March 1939

Order:-

Recorded

2. STATEMENT No.II--The authority under which the mortgage debentures for Rs.2,75,000 were issued--viz, G.O.No.2825 , dated the 28th December 1934 should be quoted in this statement.

3. STATEMENT No.IV--The attention of the licensees and the auditors is invited to G.O.No.625, Electricity, dated the 23rd March 1937 regarding allocation of salaries and they should follow the instructions.

(By Order of His Excellency the Governor)

K. RAMUNNI MENON,
Secretary to Government.

To the Mangalore Electric Supply Company Limited, Coimbatore.
To Messrs. Lovelock and Lewes Chartered accountants, 4, Lyon Range, Calcutta.
To the Chief Engineer for Electricity (2 copies)

(True copy)
Forwarded
/By order/

Superintendent.